# A BILL FOR AN ACT

RELATING TO BIOFUELS.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The legislature finds that the renewable energy		
2	facility siting process serves to encourage expeditious		
3	permitting and development of renewable energy facilities in		
4	Hawaii. The renewable energy facility siting process		
5	accomplishes this by coordinating relevant state and county		
6	permitting agencies and collecting fees from permit applicants		
7	to reimburse state and county agencies for costs related to		
8	processing the necessary project permits within twelve months		
9	following final acceptance of the document required under		
10	chapter 343, Hawaii Revised Statutes. To date, only one project		
11	has used the renewable energy facility siting process. However		
12	at least four other projects statewide have applied for, or		
13	intend to apply for, participation in the renewable energy		
14	facility siting process. Many other developers and government		
15	agencies have expressed interest in the renewable energy		
16	facility siting process.		

17 To help meet the State's clean energy goals, the State's

utilities need adequate infrastructure, including interisland SB1244 HD1 HMS 2011-3579



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- 1 transport facilities, to transport, distribute, and store large
- 2 amounts of biofuels in Hawaii. Facilitating the permitting of
- 3 the infrastructure will enable the State's utilities to
- 4 immediately increase their biofuel demand, which in turn should
- 5 encourage more supply from local biofuel producers.
- 6 Currently, only biofuel producers with the capacity to
- 7 produce one million gallons or more of biofuel annually are
- 8 eligible for the renewable energy facility siting process.
- 9 However, consistent with the emerging nature of biofuel
- 10 technologies, most biofuel projects currently under development
- 11 in the State are small-scale, pilot projects, some with the
- 12 capacity to produce only one hundred thousand gallons or more
- 13 annually. The success of these pilot facilities is critical to
- 14 Hawaii's clean energy independence as they are a precursor to
- 15 the demonstration and commercial-scale phases of development.
- 16 The inclusion of biofuel production facilities and biofuel
- 17 distribution infrastructure with the capacity to produce or
- 18 distribute one hundred thousand gallons or more of biofuel
- 19 annually will further the State's interest in reducing over-
- 20 dependence on imported fossil fuels and meeting energy self-
- 21 sufficiency goals and mandates. It will also encourage the
- 22 timely development of renewable energy projects that use



- 1 Hawaii's indigenous renewable energy resources for the health,
- 2 safety, and welfare of Hawaii's residents.
- 3 The purpose of this Act is to expand the applicability of
- 4 the renewable energy facility siting process to include biofuel
- 5 production facilities and distribution infrastructure with the
- 6 capacity to produce or distribute one hundred thousand gallons
- 7 or more of biofuel annually.
- 8 SECTION 2. Section 201N-1, Hawaii Revised Statutes, is
- 9 amended by amending the definition of "renewable energy
- 10 facility" or "facility" to read as follows:
- ""Renewable energy facility" or "facility" means a new
- 12 facility located in the State with the capacity to produce from
- 13 renewable energy at least two hundred megawatts of electricity;
- 14 provided that an electricity production facility with a
- 15 capability between five megawatts and one hundred ninety-nine
- 16 megawatts of electricity and a biofuel production facility or
- 17 distribution infrastructure with a capacity to produce or
- 18 distribute one [million] hundred thousand gallons or more
- 19 annually may apply to the coordinator for designation as a
- 20 renewable energy facility. The term includes any of the
- 21 following associated with the initial permitting and
- 22 construction of the facility:

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1	(1)	The land parcel on which the facility is situated;
2	(2)	Any renewable energy production structure or
3		equipment;
4	(3)	Any energy transmission line from the facility to a
5		public utility's electricity transmission or
6		distribution system;
7	(4)	Any on-site infrastructure; and
8	(5)	Any on-site building, structure, other improvement, or
9		equipment necessary for the production of electricity
10		or biofuel from the renewable energy site,
11		transmission of the electricity or biofuel, or any
12		accommodation for employees of the facility."
13	SECT	ION 3. Statutory material to be repealed is bracketed
14	and stric	ken. New statutory material is underscored.
15	SECT	ION 4. This Act shall take effect on July 1, 2030.

#### Report Title:

Renewable Energy Facility Siting Process; Biofuel Production Facilities and Distribution Infrastructure

### Description:

Modifies the renewable energy facility siting process to include biofuel production facilities and distribution infrastructure with capacity to produce or distribute one hundred thousand gallons or more of biofuel annually. Effective July 1, 2030. (SB1244 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.